24 August 1967 Ref: LJC 846-1674

Post Office Box 8043 Southwest Station Washington, D.C. 20024

25X1A

Attention:

Contracting Officer

25X1A

Subject:

Dear Sir:

In accordance with the terms of the contract, we are transmitting herewith two (2) copies of Progress Report No. 12, Phase II, which covers the period 3 July 1967, through 30 July 1967.

Very truly yours,

DRIGINAL SIGNED BY

Contracts

25X1A

CC

encls. (2)

3cc:

Progress Report No. 12, Phase II, to:

25X1A

Post Office Box 8031
Southwest Station
Washington, D.C. 20024

"This Document contains information affecting the National Defense of the United States within the meaning of the Espionage laws. Title 18, U.S.C., Sections 793 and 794, the transmission or revelation of which

in any manner to an unauthorized person is prohibited Approved For Release 200

•	

25X1A

Submitted by:

Program Manager

## A. CURRENT STATUS

Optical modifications were completed on both Units No. 1 and No. 2. These modifications resulted in the improved light distribution required for reading Format 10.

Debugging of Format 10 has been completed for Unit No. 1 and started for Unit No. 2.

Acceptance Testing has been completed for Unit No. 1.

Results of the test showed a high error rate, and efforts are being made to bring the error rate down to an acceptable level. The machine will then be retested.

## B. PROJECTED WORK FOR NEXT PERIOD Unit No. 1

- 1) Ship Unit No. 1
- 2) Completion of installation of Unit No. 1

## Unit No. 2

- 1) Completion of debugging Format 10
- 2) Completion of Acceptance Testing
- 3) Ship Unit No. 2